

ASX / MEDIA RELEASE
 25 October 2024

Block 8 Exploration Agreement Signed

Perth, Australia: Alara Resources Limited (ASX: AUQ), a base and precious metals producer and explorer with projects in Oman (**Alara** or the **Company**), is pleased to announce the execution of a formal agreement with AIM-listed Power Metal Resources to explore the Block 8 project in Oman.

Formal agreement signed to implement Heads of Terms

Alara announced on 11 September 2024 the signing of a non-binding Heads of Terms (**HoT**) with London-listed exploration company Power Metal Resources PLC (AIM:POW, OTCQB:POWMF) (**Power Metal**) and Awtad Copper LLC (**Awtad Copper**) for the parties to negotiate and execute a legally binding agreement (**Formal Agreement**) for Power Metal to spend up to US\$740,000 to earn a 12.5% stake in the Block 8 concession in Oman (**Block 8**).

The Company is pleased to announce that finalisation and signature of the Formal Agreement, containing the fully detailed terms and conditions foreshadowed by the HoT, has now occurred. Consequently, field work is expected to commence imminently. The Formal Agreement aligns with the HoT, with no material differences to the commercial terms in the HoT.

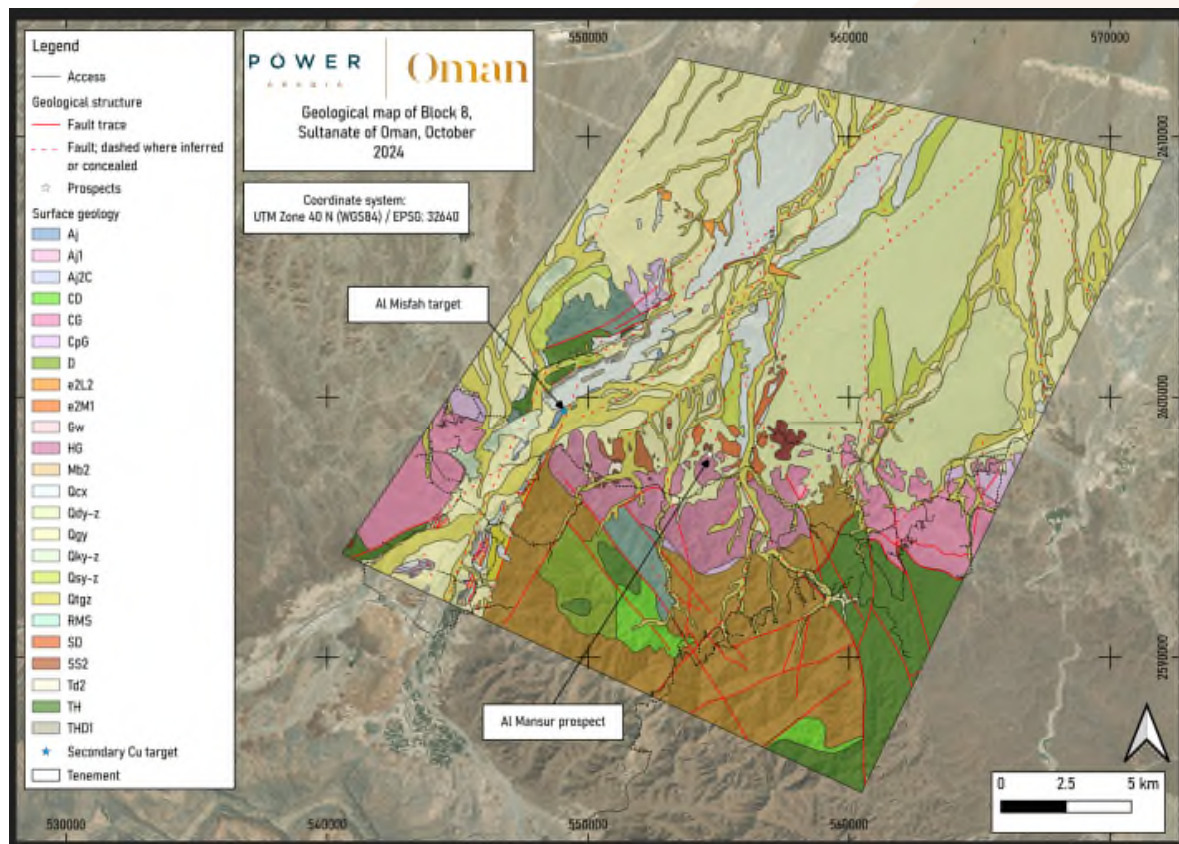


Figure 1: Provisional Geological map of Block 8 with 2 copper targets, Power Arabia, October 2024

Some historic copper exploration has been conducted in the central area of Block 8. However, significant potential exists to develop new targets and understand the full geological potential of the Block. As such, a multi-pronged initial exploration program has been planned by Power Arabia, a majority held subsidiary of Power Metal. Four main workstreams are planned and due to commence in the coming days:

- Stream and wadi sampling program across the southern outcropping ophiolite sequence combined with initial mapping and rock chip sampling.
- Orientation soil sampling across a known copper anomaly using the ionic leach method of sampling and analysis to determine the efficiency and accuracy of such a method for possible future use in the Block.
- Reconnaissance traverses of the northern area of the block that is covered by more recent sediments and sands to identify any geological information visible at surface in any outcropping units.
- Initial trenching over the Al Mansur and another copper target identified by Power Arabia from satellite data review to test for copper mineralisation. Trenching will use a locally sourced excavator with trenches planned for 2m depth and placed cross cutting regional trends over potential mineralised targets.

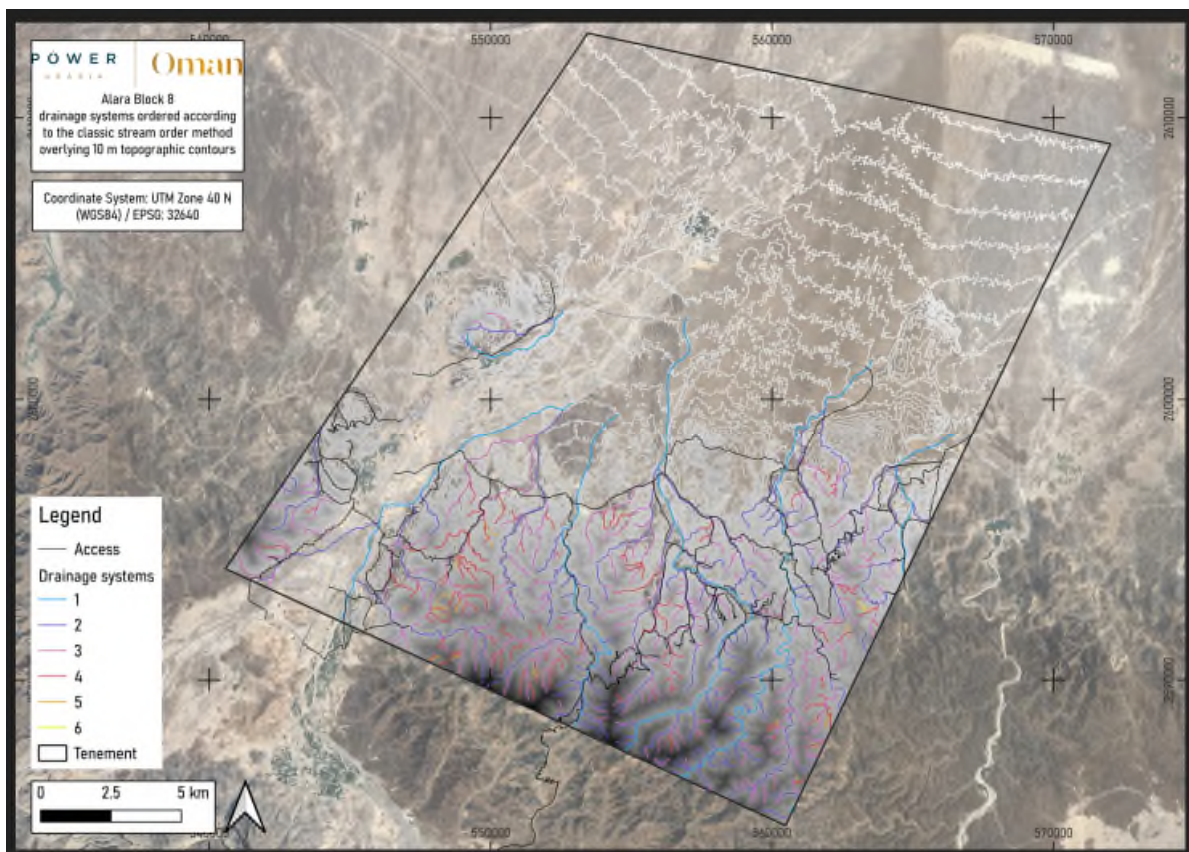


Figure 2. Provisional Drainage channel map, Block 8, Power Arabia, October 2024

Atmavireshwar Sthapak, Managing Director of Alara Resources Limited, said: “We are pleased to announce the resumption of work on our exploration assets, the next phase of our growth plans since bringing the Al Wash-hi Majaza mine into production. We are fortunate to be working with Power Metal, an experienced mineral explorer with projects around the world. We look forward to updating investors with progress on Block 8 exploration.”

Sean Wade, Chief Executive Officer of Power Metal Resources plc, commented: "I am delighted to be able to announce that another landmark deal in our growing Power Arabia business has been signed.

"We already have a team on the ground undertaking final logistical preparations. Moreover, we are continuing to build a local geological team to support this initial work, and for the rest of our expected project development in Oman."

ENDS

This announcement is authorised by:

Atmavireswar Sthapak T | +968 2449 1162
Managing Director E | avsthapak@alararesources.com

Dinesh Aggarwal T | +61 8 9240 4211
Company Secretary E | cosec@alararesources.com

About Alara Resources

Alara Resources Limited (ASX: AUQ) is an Australian-based precious and base metals producer and explorer.

Alara is currently focused on operating the recently completed 1Mtpa¹ Al Wash-hi Majaza copper concentrate and gold mine in Oman. The Company is also continuing exploration activities at its other Omani projects; the Block 8 exploration licence under the Awtad-Power Metal JV, the Block 7 exploration licence under the Daris JV and the Mullaq and the Al Ajal exploration licences under the Al Hadeetha JV.

Alara's mission is to become a mid-tier minerals producer which will deliver maximum shareholder value through profitable growth driven by low-cost, sustainable operations.

To learn more, please visit: www.alararesources.com.

¹ Alara's ASX Announcements dated 1 April 2016 (Definitive Feasibility Study Results initial announcement), 24 January 2017 (Definitive Feasibility Study update), 28 June 2018 (Project Net Present Value update) and 29 March and 7 April 2021 (Project Net Present Value NPV update) contain the information required by ASX Listing Rule 5.16 regarding the stated production target. All material assumptions underpinning the production target as announced on those dates continue to apply and have not materially changed, except to the extent that a relevant assumption in an earlier announcement referred to above has been updated by an assumption in a later announcement referred to.